

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

SCHEDULES OF INVESTED ASSETS

December 31, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Major Medical Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 59,222,991	\$ 81,577,736
Marketable debt securities		
Intermediate-term Fixed Income Pool	-	0
Broad Market Fixed Income Pool	-	70,004,428
SOA International Equity Pool	-	10,752,268
Non-retirement Domestic Equity Pool	-	24,798,428
Income receivable	<u>217,273</u>	<u>350,283</u>
Total Major Medical assets	<u>59,440,264</u>	<u>187,483,143</u>
Long Term Care Investments (At Fair Value)		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	3,059,683	3,652,423
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	54,325,708	46,926,769
Non-retirement Domestic Equity Pool	78,667,019	68,514,015
EAFE International Equity Pool	6,848,734	-
SOA International Equity Pool	28,808,320	29,586,513
Income Receivable	<u>7,973</u>	<u>12,838</u>
Total Long Term Care Assets	<u>171,717,437</u>	<u>148,692,558</u>
Total Invested Assets	<u>\$ 231,157,701</u>	<u>\$ 336,175,701</u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

For the Period Ended December 31, 2007

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Earned by Major Medical Assets		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	\$ 217,274	\$ 2,491,794
Marketable Debt Securities		
Intermediate-term Fixed Income Pool	-	-
Broad Market Fixed Income Pool	-	670,006
SOA International Equity Pool	-	(285,639)
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	-	(735,868)
Total Income (Loss) Accruing to Major Medical Assets	217,274	2,140,293
Earned by Long Term Care Assets		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	7,972	44,595
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	90,458	2,706,227
EAFE International Equity Pool	(157,879)	131,459
SOA International Equity Pool	(120,490)	1,118,868
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	(485,869)	(1,495,418)
Total Income (Loss) Accruing to Long Term Care Assets	(665,808)	2,505,731
Total Investment Income	(448,534)	4,646,024
Total Invested Assets, Beginning of Period	254,771,540	370,342,415
Net Contributions (Withdrawals)	(23,165,305)	(143,830,738)
Total Invested Assets, End of Period	\$ 231,157,701	\$ 231,157,701

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND
Asset Allocation Policy with Actual Investment Holdings as of 12/31/2007
(Stated in Thousands)

Asset Allocation Policy Effective July 1, 2007.

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance	
	Policy	Range				
AY 03 Major Medical						
Cash and cash equivalents						
Short-term Fixed Income Pool	100.00%	100.00%	59,223	100.00%	N/A	
Total cash and cash equivalents			59,223	100.00%	N/A	
Total investments AY 03 Major Medical	100.00%		59,223	100.00%	0.00%	
Income Receivable			217			
Total Invested Assets At Fair Value - Maj Med			59,440			
AY 11 Long Term Care						
Cash and cash equivalents	Notes	Policy	Range	Market Values	Current Allocation	Current Variance
Short-term Fixed Income Pool		1.00%	0%-2%	3,059	1.78%	-0.78%
Total cash and cash equivalents		1.00%		3,059	1.78%	-0.78%
Marketable debt securities						
Broad Market Fixed Income Pool		28.00%	18%-38%	54,326	31.64%	-3.64%
Total Marketable debt securities		28.00%		54,326	31.64%	-3.64%
Equities						
SOA Int'l Equity Pool				28,808		
EAFE Int'l Equity Pool				6,849		
Total Int'l Equity		21.00%	17%-25%	35,657	20.77%	0.23%
Non-retirement Domestic Equity Pool		50.00%	40%-50%	78,667	45.81%	4.19%
Total investments AY 11 Long Term Care		100.00%		171,709	79.23%	0.00%
Income Receivable				8		
Total Invested Assets At Fair Value - LTC				171,717		
Total Invested Assets at Fair Value				231,158		

* Policy change is effective as soon as possible after 6/12/07, AY03 will be 100% Short Term Fixed Income Pool